

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF HARDIN COUNTY)	
WATER DISTRICT NO. 1 FOR A TARIFF)	
RATE INCREASE FOR TWO WHOLESALE)	CASE NO. 9852
WATER CUSTOMERS)	

O R D E R

On January 27, 1987, Hardin County Water District No. 1 ("Hardin No. 1") filed an application to adjust the rates to its two wholesale customers. In its application, Hardin No. 1 asked that the matter be expedited because of its current financial situation. In order to comply with this request, the Commission, by letter of March 10, 1987, requested that Hardin No. 1 obtain and file statements from each of the wholesale customers acknowledging receipt of notification and indicating their agreement or disagreement with the proposed rate increase and methodology used in computing the rate. These statements were filed on March 23, 1987.

The Commission, having reviewed the evidence of record and being advised, is of the opinion and finds that:

1. Hardin No. 1 sells water to two wholesale customers, Hardin County Water District #2 and the City of Vine Grove, pursuant to water purchase/sale contracts.

2. The statements from the wholesale customers show that they were properly notified of the proposed rate adjustment, that the methodology used in computing the proposed rate is cost based

in accordance with the water purchase/sale contracts, and that they have no objection to the proposed rate.

3. The proposed rate is fair, just and reasonable and should be approved.

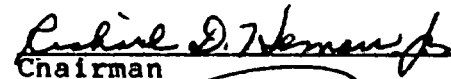
IT IS THEREFORE ORDERED that:

1. The wholesale rate proposed by Hardin No. 1 and shown in Appendix A be and it hereby is approved effective for services rendered on and after the date of this Order.

2. Within 30 days of the date of this Order, Hardin No. 1 shall file its revised tariff sheets setting out the wholesale rate approved herein.

Done at Frankfort, Kentucky, this 6th day of April, 1987.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 9852 DATED April 6, 1987.

The following rates and charges are prescribed for the customers in the area served by Hardin County Water District No.

1. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

	<u>RATE</u>
City of Vine Grove	\$.8325 per 1,000 gallons
Hardin County Water District #2	.8325 per 1,000 gallons